

**ND TEACHERS FUND FOR RETIREMENT
INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2007**

	March-07					December-06				September-06				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month		Allocation		Quarter		Allocation		Quarter		Fiscal YTD	FY06	Ended	Ended
	Market Value	Actual				Market Value	Actual			Market Value	Actual			Net ROR	Net ROR	6/30/2006	6/30/2006
LARGE CAP DOMESTIC EQUITY																	
<i>Structured Growth</i>																	
LA Capital	79,812,967	4.2%	4.2%	3.62%	0.75%	78,834,289	4.2%	4.2%	7.70%	73,859,973	4.2%	4.2%	1.81%	13.61%	11.88%	N/A	N/A
Total Structured Growth	79,812,967	4.2%	4.2%	3.62%	0.75%	78,834,289	4.2%	4.2%	7.70%	73,859,973	4.2%	4.2%	1.81%	13.61%	11.88%	12.99%	0.19%
Russell 1000 Growth				1.19%	0.54%				5.93%				3.94%	11.40%	6.12%	8.34%	-0.77%
<i>Structured Value</i>																	
LSV	80,080,263	4.2%	4.2%	2.14%	1.92%	80,328,939	4.3%	4.2%	8.13%	75,781,744	4.3%	4.2%	4.48%	15.39%	15.93%	21.06%	12.29%
Russell 1000 Value				1.24%	1.55%				8.00%				6.22%	16.14%	12.10%	15.70%	6.89%
<i>Enhanced Russell 1000 Index</i>																	
LA Capital	73,525,985	3.8%	3.9%	1.04%	0.77%	75,544,344	4.1%	3.9%	7.80%	70,714,973	4.0%	3.9%	3.51%	12.74%	12.49%	12.73%	3.75%
Russell 1000				1.21%	1.04%				6.95%				5.06%	13.72%	9.08%	12.05%	3.12%
<i>Enhanced S&P 500 Index</i>																	
Northern Trust	73,089,968	3.8%	3.9%	0.34%	0.93%	76,087,345	4.1%	3.9%	6.42%	72,163,906	4.1%	3.9%	6.56%	13.79%	9.33%	11.32%	2.81%
Westridge	86,366,451	4.5%	4.2%	0.74%	1.15%	85,369,546	4.6%	4.2%	6.86%	80,688,611	4.6%	4.2%	5.68%	13.78%	8.80%	11.46%	2.80%
Wells Capital	52,792,229	2.8%	2.8%	0.57%	3.11%	52,239,168	2.8%	2.8%	13.95%	46,137,325	2.6%	2.8%	1.21%	15.99%	N/A	N/A	N/A
Franklin	51,202,355	2.7%	2.8%	0.01%	1.71%	50,850,528	2.7%	2.8%	5.52%	48,512,118	2.8%	2.8%	N/A	N/A	N/A	N/A	N/A
Total Enhanced S&P 500 Index	263,451,003	11.1%	10.9%	0.45%	1.59%	264,546,588	11.5%	10.9%	7.79%	247,501,961	11.4%	10.9%	5.15%	13.85%	8.58%	11.40%	2.76%
S&P 500				0.64%	1.12%				6.70%				5.67%	13.46%	8.63%	11.22%	2.49%
<i>S&P 500 Index</i>																	
State Street	35,102,087	1.8%	2.0%	1.63%	1.54%	34,426,761	1.9%	2.0%	8.05%	32,160,003	1.8%	2.0%	5.79%	16.16%	9.62%	11.55%	2.70%
S&P 500				0.64%	1.12%				6.70%				5.67%	13.46%	8.63%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY	531,972,304	27.8%	28.0%	1.33%	1.39%	533,680,921	28.7%	28.0%	7.85%	500,018,655	28.6%	28.0%	4.32%	14.00%	10.93%	13.21%	3.86%
S&P 500				0.64%	1.12%				6.70%				5.67%	13.46%	8.63%	11.22%	2.49%
SMALL CAP DOMESTIC EQUITY																	
<i>Manager-of-Managers</i>																	
SEI	138,214,882	7.2%	7.2%	1.88%	0.57%	135,136,424	7.3%	7.2%	8.85%	127,273,776	7.3%	7.2%	-0.01%	10.88%	13.56%	18.31%	8.00%
Russell 2000 + 200bp				2.45%	1.24%				9.43%				0.94%	13.18%	16.86%	21.06%	10.71%
Callan	55,570,911	2.9%	2.8%	4.66%	1.92%	53,116,978	2.9%	2.8%	8.45%	49,407,572	2.8%	2.8%	-0.91%	12.47%	N/A	N/A	N/A
Russell 2000				1.95%	1.07%				8.90%				0.44%	11.51%			
TOTAL SMALL CAP DOMESTIC EQUITY	193,785,793	10.1%	10.0%	2.66%	0.95%	188,253,402	10.1%	10.0%	8.74%	176,681,347	10.1%	10.0%	-0.27%	11.34%	13.40%	18.25%	7.97%
Russell 2000				1.95%	1.07%				8.90%				0.44%	11.51%	14.58%	18.70%	8.50%
INTERNATIONAL EQUITY																	
<i>Large Cap - Core</i>																	
State Street	36,679,366	1.9%	1.8%	4.07%	2.46%	35,261,123	1.9%	1.8%	11.53%	31,628,832	1.8%	1.8%	3.40%	20.01%	27.85%	20.61%	6.87%
MSCI EAFE (1)				4.08%	2.55%				10.35%				3.93%	19.36%	26.56%	20.76%	5.94%
<i>Large Cap - Active</i>																	
Capital Guardian	106,719,716	5.6%	5.4%	3.44%	1.86%	103,280,189	5.6%	5.4%	8.42%	95,170,518	5.4%	5.4%	4.95%	17.71%	28.01%	21.32%	6.58%
LSV	108,572,698	5.7%	5.4%	4.52%	2.42%	103,880,236	5.6%	5.4%	10.85%	93,717,230	5.4%	5.4%	5.93%	22.74%	27.77%	N/A	N/A
Bank of Ireland	34,550,444	1.8%	1.8%	1.38%	3.23%	34,082,453	1.8%	1.8%	9.82%	31,041,174	1.8%	1.8%	3.02%	14.70%	22.00%	19.16%	N/A
Total Large Cap - Active	249,842,858	13.0%	12.6%	3.62%	2.29%	241,242,878	13.0%	12.6%	9.65%	219,928,922	12.6%	12.6%	5.09%	19.40%	27.11%	21.84%	7.14%
MSCI EAFE - 50% Hedged				4.03%	2.41%				9.06%				4.87%	18.98%	26.72%	22.56%	6.89%
<i>Small Cap - Active</i>																	
Lazard	35,961,384	1.9%	1.8%	3.06%	2.73%	34,897,942	1.9%	1.8%	15.51%	30,211,423	1.7%	1.8%	1.38%	20.69%	25.04%	29.34%	N/A
Wellington	34,847,994	1.8%	1.8%	5.44%	2.53%	33,055,521	1.8%	1.8%	9.14%	30,242,090	1.7%	1.8%	3.21%	18.78%	23.35%	25.26%	N/A
Total Small Cap - Active	70,809,378	3.7%	3.6%	4.22%	2.63%	67,953,463	3.7%	3.6%	12.33%	60,453,513	3.5%	3.6%	2.29%	19.74%	24.18%	27.28%	N/A
Citigroup Broad Market Index < \$2BN				7.05%	3.20%				11.41%				1.55%	21.11%	29.21%	32.38%	N/A
TOTAL INTERNATIONAL EQUITY	357,331,602	18.7%	18.0%	3.80%	2.38%	344,457,464	18.5%	18.0%	10.36%	312,011,267	17.8%	18.0%	4.36%	19.55%	26.61%	22.77%	8.74%
MSCI EAFE - 50% Hedged				4.03%	2.41%				9.06%				4.87%	18.98%	26.72%	22.56%	6.89%
EMERGING MARKETS EQUITY																	
<i>Core</i>																	
JP Morgan	19,364,078	1.0%	0.9%	2.44%	3.42%	18,942,432	1.0%	0.9%	17.51%	16,093,208	0.9%	0.9%	7.76%	29.72%	N/A	N/A	N/A
PanAgora	16,344,536	0.9%	0.9%	2.32%	4.49%	15,955,188	0.9%	0.9%	17.38%	13,577,332	0.8%	0.9%	4.96%	26.07%	N/A	N/A	N/A
WestLB	16,426,193	0.9%	0.0%	1.47%	2.90%	16,169,981	0.9%	0.0%	17.37%	13,762,287	0.8%	0.0%	2.94%	22.60%	N/A	N/A	N/A
UBS	29,334,639	1.5%	1.5%	2.61%	3.85%	28,531,083	1.5%	1.5%	16.12%	24,520,969	1.4%	1.5%	4.67%	24.72%	N/A	N/A	N/A
Total Core	81,469,447	4.3%	4.1%	2.24%	3.60%	79,598,684	4.3%	4.1%	16.75%	67,953,795	3.9%	4.1%	5.09%	25.45%	35.59%	32.44%	18.61%
MSCI Emerging Markets				2.35%	4.02%				17.64%				5.01%	26.42%	35.91%	22.39%	12.89%
<i>Small Cap</i>																	
DFA	19,736,198	1.0%	1.0%	7.10%	4.35%	18,385,551	1.0%	1.0%	20.71%	15,197,509	0.9%	1.0%	8.53%	40.32%	N/A	N/A	N/A
MSCI Emerging Markets				2.35%	4.02%				17.64%				5.01%	26.42%			
TOTAL EMERGING MARKETS EQUITY	101,205,644	5.3%	5.0%	3.15%	3.74%	97,984,235	5.3%	5.0%	17.47%	83,151,303	4.8%	5.0%	5.71%	28.09%	34.40%	32.05%	18.40%
MSCI Emerging Markets				2.35%	4.02%				17.64%				5.01%	26.42%	35.91%	34.76%	21.54%
DOMESTIC FIXED INCOME																	
<i>Core Bond</i>																	
Western Asset	24,819,675	1.3%	1.4%	1.60%	-0.07%	24,439,241	1.3%	1.5%	1.78%	25,156,072	1.4%	1.5%	4.29%	7.85%	-1.15%	2.65%	5.96%
Lehman Aggregate				1.50%	0.00%				1.24%				3.81%	6.67%	-0.81%	2.05%	4.97%
<i>Index</i>																	
Bank of ND	44,750,028	2.3%	3.0%	1.38%	-0.18%	44,150,274	2.4%	3.0%	0.88%	46,610,848	2.7%	3.0%	3.77%	6.12%	-1.37%	1.53%	5.24%
Total Index	44,750,028	2.3%	3.0%	1.38%	-0.18%	44,150,274	2.4%	3.0%	0.88%	46,610,848	2.7%	3.0%	3.77%	6.12%	-0.69%	2.10%	5.27%
Lehman Gov/Credit				1.47%	-0.17%				1.04%				3.91%	6.53%	-1.52%	1.60%	5.13%
<i>Convertibles</i>																	
TCW (2)	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	21,861,743	1.2%	1.5%	2.85%	N/A	4.54%	6.78%	1.15%
Calamos	25,132,922	1.3%	1.4%	0.76%	0.50%	22,435,795	1.2%	1.5%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Convertibles	25,132,922	1.3%	1.4%	0.76%	0.50%	22,435,795	1.2%	1.5%	4.81%	21,861,743	1.2%	1.5%	2.85%	8.62%	4.54%	6.78%	1.15%
Merrill Lynch All Convertibles (3)				2.44%	0.24%				5.01%				2.79%	10.57%	9.37%	8.01%	4.94%

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	March-07					December-06				September-06				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation Actual	Policy	Quarter Net ROR	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net ROR	Net ROR	6/30/2006 Net	6/30/2006 Net
BBB Average Quality																	
Wells Capital	24,846,817	1.3%	1.4%	1.71%	-0.60%	24,429,273	1.3%	1.5%	2.07%	25,085,607	1.4%	1.5%	4.58%	8.57%	-2.70%	3.36%	5.51%
Lehman BBB				1.79%	-0.62%				1.49%				4.80%	8.26%	-2.37%	2.39%	6.10%
Private Debt																	
Prudential	24,787,119	1.3%	1.4%	1.81%	0.21%	24,354,942	1.3%	1.5%	1.47%	25,160,894	1.4%	1.5%	3.84%	7.27%	-0.13%	N/A	N/A
Lehman Aggregate				1.50%	0.00%				1.24%				3.81%	6.67%	-0.81%	N/A	N/A
Timberland																	
TIR - Teredo (4)	17,862,311	0.9%	0.9%	-0.25%	-0.06%	17,876,244	1.0%	1.0%	2.22%	17,901,041	1.0%	1.0%	-0.19%	1.78%	-1.44%	7.62%	N/A
TIR - Springbank	46,987,683	2.5%	2.5%	28.54%	-0.03%	36,530,805	2.0%	2.0%	-0.20%	37,499,614	2.1%	2.1%	-0.06%	28.22%	13.53%	N/A	N/A
Total Timberland	64,849,994	3.4%	3.4%	19.08%	-0.04%	54,407,049	2.9%	2.9%	0.59%	55,400,655	3.2%	3.2%	-0.10%	19.66%	9.43%	20.37%	N/A
NCREIF Timberland Index				6.46%	2.11%				6.46%				0.85%	14.30%	19.69%	13.94%	N/A
TOTAL DOMESTIC FIXED INCOME	209,186,556	10.9%	12.0%	6.32%	-0.05%	194,216,574	10.5%	12.0%	1.57%	199,275,819	11.4%	12.0%	2.67%	10.87%	3.12%	8.91%	8.14%
Lehman Aggregate				1.50%	0.00%				1.24%				3.81%	6.67%	-0.81%	2.05%	4.97%
HIGH YIELD BONDS																	
Core																	
Loomis Sayles	64,870,310	3.4%	3.5%	2.75%	0.05%	64,609,171	3.5%	3.5%	4.69%	61,711,006	3.5%	3.5%	4.85%	12.78%	4.74%	N/A	N/A
Sutter/Wells Capital	61,838,957	3.2%	3.5%	2.92%	-0.08%	61,547,535	3.3%	3.5%	1.39%	60,745,822	3.5%	3.5%	2.84%	7.31%	4.70%	N/A	N/A
Total Core	126,709,267	6.6%	6.9%	2.83%	-0.01%	126,156,707	6.8%	6.9%	3.05%	122,456,828	7.0%	6.9%	3.84%	10.04%	4.72%	5.70%	3.38%
LB High Yield 2% Issuer Contstrained Index				2.80%	0.17%				4.11%				3.76%	11.05%	4.38%	N/A	N/A
Mezzanine Debt																	
Goldman Sachs	1,540,418	0.1%	0.1%	2.63%	2.63%	1,536,085	0.1%	0.1%	1.95%	877,251	0.1%	0.1%	-0.04%	4.59%	N/A	N/A	N/A
TOTAL HIGH YIELD BONDS	128,249,685	6.7%	7.0%	2.85%	0.02%	127,692,791	6.9%	7.0%	3.05%	123,334,079	7.1%	7.0%	3.82%	10.03%	4.72%	8.34%	7.47%
LB High Yield 2% Issuer Contstrained Index				2.80%	0.17%				4.11%				3.76%	11.05%	4.38%	8.48%	8.60%
INTERNATIONAL FIXED INCOME																	
International Sovereign																	
UBS Global (Brinson)	42,673,788	2.2%	2.5%	0.91%	0.28%	42,288,175	2.3%	2.5%	1.88%	41,207,276	2.4%	2.5%	-0.15%	2.65%	0.13%	5.24%	9.99%
Citigroup Non-US Gov't Bond Index (5)				1.09%	0.30%				2.09%				0.89%	4.12%	-0.11%	5.01%	9.58%
International Core																	
Brandywine	43,527,387	2.3%	2.5%	0.90%	0.42%	43,131,649	2.3%	2.5%	2.84%	42,234,824	2.4%	2.5%	1.93%	5.78%	3.89%	8.39%	N/A
Lehman Global Aggregate (ex-US)				1.16%	0.38%				2.57%				1.13%	4.93%	3.83%	5.69%	N/A
TOTAL INTERNATIONAL FIXED INCOME	86,201,175	4.5%	5.0%	0.91%	0.35%	85,419,824	4.6%	5.0%	2.37%	83,442,100	4.8%	5.0%	0.89%	4.22%	2.01%	6.82%	10.91%
Citigroup Non-US Gov't Bond Index (5)				1.09%	0.30%				2.09%				0.89%	4.12%	0.00%	5.05%	9.60%
REAL ESTATE																	
INVESCO																	
J.P. Morgan Strategic & Special Funds	91,576,153			7.51%	4.06%	85,961,907			0.14%	86,942,637			1.55%	9.33%	23.84%	17.33%	12.38%
J.P. Morgan Alternative Property Fund	92,598,081			4.09%	1.53%	90,192,396			4.17%	87,890,846			4.36%	13.17%	21.05%	17.14%	12.52%
J.P. Morgan Alternative Property Fund	21,214,297			12.76%	0.00%	21,085,540			0.00%	19,254,475			-2.82%	9.58%	N/A	N/A	N/A
TOTAL REAL ESTATE	205,388,530	10.7%	9.0%	6.43%	2.48%	197,239,842	10.6%	9.0%	1.94%	194,087,958	11.1%	9.0%	2.40%	11.10%	22.09%	17.09%	12.36%
NCREIF TOTAL INDEX				4.51%	1.48%				4.51%				3.51%	13.06%	18.22%	15.63%	12.19%
ALTERNATIVE INVESTMENTS																	
Brinson IVCF III	436,621			9.75%	0.00%	417,114			63.24%	694,580			12.77%	102.04%	26.32%	19.53%	18.00%
Coral Partners V	3,479,648			-1.92%	0.00%	3,550,059			1.68%	4,920,599			-0.31%	-0.58%	8.74%	-15.32%	-24.06%
Coral Partners V - Supplemental	428,116			-0.85%	0.00%	432,088			8.05%	446,803			-0.70%	6.38%	10.53%	10.33%	N/A
Coral Partners VI	8,453,740			-9.23%	0.00%	7,366,553			-2.87%	7,558,568			-0.08%	-11.91%	-6.22%	N/A	N/A
Brinson 1998 Partnership Fund	947,911			24.44%	24.44%	1,060,635			2.07%	1,035,674			4.03%	32.13%	16.52%	15.11%	1.97%
Brinson 1999 Partnership Fund	2,157,745			0.00%	0.00%	1,923,577			4.42%	2,570,238			8.99%	13.81%	14.27%	12.72%	-1.26%
Brinson 2000 Partnership Fund	6,249,654			0.82%	12.93%	6,202,960			2.97%	6,004,214			4.86%	8.87%	28.22%	17.90%	3.70%
Brinson 2001 Partnership Fund	4,642,563			10.09%	10.09%	4,220,050			-1.63%	4,275,562			8.12%	17.09%	19.85%	9.95%	3.22%
Brinson 2002 Partnership Fund	2,817,328			18.61%	18.61%	2,376,869			-6.73%	2,540,003			9.58%	21.22%	32.42%	13.22%	N/A
Brinson 2003 Partnership Fund	820,989			16.56%	13.06%	704,849			5.60%	665,233			3.05%	26.85%	25.48%	6.77%	N/A
Total Brinson Partnership Funds	17,636,191			7.86%	12.23%	16,488,940			0.47%	17,090,924			6.74%	15.67%	23.26%	14.60%	N/A
Brinson 1999 Non-US Partnership Fund	1,045,870			18.61%	18.61%	882,382			25.02%	965,127			16.69%	73.04%	40.48%	30.98%	18.60%
Brinson 2000 Non-US Partnership Fund	1,929,566			12.99%	24.40%	1,708,804			0.83%	1,689,133			26.11%	43.67%	35.03%	21.65%	13.01%
Brinson 2001 Non-US Partnership Fund	2,041,015			18.35%	47.04%	1,725,672			-19.07%	2,125,124			7.27%	2.75%	27.25%	17.46%	8.96%
Brinson 2002 Non-US Partnership Fund	3,615,783			17.35%	17.35%	3,083,413			31.26%	2,854,799			17.05%	80.30%	38.11%	22.66%	N/A
Brinson 2003 Non-US Partnership Fund	3,066,502			24.88%	24.88%	2,457,307			12.56%	1,847,325			21.45%	70.71%	31.08%	8.89%	N/A
Brinson 2004 Non-US Partnership Fund	1,038,802			14.12%	14.12%	910,868			7.00%	685,178			-0.77%	21.17%	24.56%	N/A	N/A
Total Brinson Non-US Partnership Fund	12,737,538			18.37%	24.05%	10,768,447			9.00%	10,166,886			16.59%	50.42%	33.66%	21.76%	N/A
Brinson BVCF IV	8,192,446			-19.22%	0.00%	10,148,687			10.81%	9,128,089			9.17%	-2.28%	31.35%	19.07%	0.41%
Adams Street Direct Co-investment Fund	3,179,702			0.47%	0.00%	1,053,779			-5.02%	1,105,766			N/A	N/A	N/A	N/A	N/A
Matlin Patterson Global Opportunities	7,575,105			0.00%	0.00%	7,508,539			12.96%	6,625,194			-5.52%	6.72%	-11.68%	26.48%	N/A
Matlin Patterson Global Opportunities II	17,322,169			29.76%	29.76%	17,286,525			0.27%	12,185,368			0.71%	31.03%	-0.85%	N/A	N/A
InvestAmerica	3,152,074			0.00%	0.00%	3,154,272			0.00%	3,143,751			30.21%	30.21%	0.00%	-9.20%	N/A
Hearthstone MSII	264,888			-48.15%	-48.15%	246,139			0.00%	76,059			0.00%	-48.15%	-100.00%	-100.00%	-100.00%
Hearthstone MSIII	1,487,032			72.11%	0.00%	1,303,612			-1.32%	177,675			38.24%	134.78%	59.61%	N/A	N/A
Corsair III	681,257			N/A	0.00%	-			N/A	-			N/A	N/A	N/A	N/A	N/A
Quantum Resources	1,594,148			0.00%	0.00%	1,595,337			N/A	-			N/A	N/A	N/A	N/A	N/A
Quantum Energy Partners	417,404			N/A	-0.39%	-			N/A	-			N/A	N/A	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (6)	87,038,079	4.5%	5.0%	6.32%	10.14%	81,320,090	4.4%	5.0%	4.16%	73,320,063	4.2%	5.0%	6.22%	17.63%	11.11%	10.45%	-2.11%
CASH EQUIVALENTS																	
Northern Trust STIF/STEP	15,231,829	0.8%	1.0%	1.32%	0.41%	7,867,345	0.4%	1.0%	1.30%	4,094,076	0.2%	1.0%	1.34%	4.01%	4.31%	2.64%	2.41%
90 Day T-Bill				1.25%	0.45%				1.26%				1.33%	3.88%	4.00%	2.37%	2.25%
TOTAL FUND	1,915,591,199	100.0%	100.0%	3.39%	1.83%	1,858,132,489	100.0%	100.0%	6.76%	1,749,416,667	100.0%	100.0%	3.42%	14.15%	14.79%	15.79%	7.67%
POLICY TARGET BENCHMARK				2.41%	1.73%				6.42%				4.16%	13.52%	13.17%	14.32%	6.67%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(2) TCW was terminated on September 22, 2006. The portfolio was transferred to Calamos on October 5, 2006.

(3) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.

(4) Prior to June 1, 2006, the Toledo properties were under the management of RMK.

(5) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(6) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.